

HISTORY

This business was founded in 1912 by J. J. Newberry and has grown from one store operated in 1912 to eighty-six stores operated in 1925 as shown in the chart below. The business was incorporated January 1, 1923, and is still under the original management. Last year eighteen new stores were added to the chain as follows: one in March, two in June, three in July, three in August, one in September, three in October, three in November and two in December.

RECORD OF GROWTH

		Sales
Dec. 31, 1912	1 store	\$32,382.71
" " 1913	2 stores	42,183.99
" " 1914	3 "	92,640.38
" " 1915	5 "	116,009.19
" " 1916	5 "	151,464.52
" " 1917	6 "	149,465.64
" " 1918	7 "	276,449.11
" " 1919	17 "	502,445.43
" " 1920	17 "	751,984.16
" " 1921	26 "	1,157,233.90
" " 1922	33 "	1,750,066.32
" " 1923	51 "	3,564,946.51
" " 1924	68 "	5,114,338.79
" " 1925	86 "	6,897,413.59

EARNINGS

	On Sales	On Common Stock
1923	8.72%	\$4.68 per share
1924	8.75%	\$6.42 per share
1925	8.58%	\$8.28 per share

OFFICERS

J. J. NEWBERRY	PRESIDENT
C. T. NEWBERRY	VICE-PRES. AND TREAS.
E. A. NEWBERRY	SECRETARY
W. C. SCHULZ	ASST. SEC'Y AND ASST. TREAS.

DIRECTORS

J. J. NEWBERRY	NEW YORK
C. T. NEWBERRY	NEW YORK
E. A. NEWBERRY	NEW YORK
J. L. BOUGHNER	NEW YORK
C. V. PALLISTER	ATTORNEY
W. W. L'HOMMEDIEU	BANKER
T. H. HOCHSTRASSER	NEW YORK

J. J. NEWBERRY CO.

NEW YORK

STATEMENT

DECEMBER 31st, 1925

2

J. J. NEWBERRY COMPANY

CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31, 1925.

ASSETS

PROPERTY AND EQUIPMENT:

Land and Buildings, at Cost....	\$ 764,020.58	
Furniture and Fixtures	\$ 913,169.64	
Less Reserve for Depreciation..	80,699.42	
		832,470.22
Alterations and Improvements to Leased Premises to be written off during terms of leases....	634,224.67	
Less Reserve for Amortization..	42,586.33	
		591,638.34

CURRENT ASSETS:

Cash in Banks and on Hand....	356,514.61	
Miscellaneous Accounts Receivable	13,500.05	
Notes of Employees for Purchase of Stock (since paid)	48,080.00	
Inventories of Merchandise and Supplies, at Cost or Market, whichever is lower	1,293,779.29	
		1,711,873.95

ADVANCES TO EMPLOYEES

807.01

DEFERRED CHARGES:

Insurance Premiums, Taxes, Rents, Etc.	30,165.31	
		\$3,930,975.41

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable, Bonuses, Interest, Etc.	\$ 389,457.44	
Federal and State Income Taxes	78,985.19	
		\$ 468,442.63

PURCHASE MONEY MORTGAGES ON REAL ESTATE

384,375.00

CAPITAL AND SURPLUS:

Capital Stock:		
Preferred Stock 7% Cumulative, Par Value \$100.00 per share:		
Authorized 20,000 Shares	2,000,000.00	
Unissued 1,200 Shares	120,000.00	
Outstanding .. 18,800 Shares	1,880,000.00	
Common Stock, No Par Value:		
Authorized 100,000 Shares		
Unissued 49,800 Shares		
Outstanding 50,200 Shares	247,340.40	
Total Paid In Capital		2,127,340.40
Surplus:		
Balance December 31, 1924....	535,242.82	
Net Income for Year ended December 31, 1925, before Taxes	591,827.43	
Less:		1,127,070.25
Federal Income and State Taxes	\$78,985.19	
Preferred Dividends 97,267.68	176,252.87	
Balance of Surplus		950,817.38
		\$3,930,975.41

CERTIFICATE OF AUDITORS

We have examined the books and accounts of J. J. Newberry Co. and Subsidiary Company, for the purpose of verifying the assets and liabilities as at December 31, 1925, and certify that the foregoing Consolidated Balance Sheet has been prepared therefrom, and, in our opinion, correctly presents the combined financial position of the Companies at December 31, 1925.

40 Exchange Place, New York
February 28, 1926

PEAT, MARWICK, MITCHELL & CO.